

OTHER NON-PENSION FUNDS
INVESTMENT PERFORMANCE REPORT AS OF AUGUST 31, 2006

	August-06					July-06					Current FYTD		Prior Year FY06		3 Years Ended	5 Years Ended
	Market Value	Allocation		Month		Market Value	Allocation		Month		Returns		Returns		6/30/2006 Net	6/30/2006 Net
		Actual	Policy	Gross	Net		Actual	Policy	Gross	Net	Gross	Net	Gross	Net		
PERS RETIREE HEALTH CREDIT FUND																
<i>Large Cap Domestic Equity</i>																
State Street Enhanced Equity Plus (1)	13,545,078	35.1%	35.0%	2.40%	2.38%	13,227,596	34.9%	35.0%	0.62%	0.60%	3.03%	3.00%	8.65%	8.43%	11.01%	2.28%
S&P 500				2.38%	2.38%				0.62%	0.62%	3.01%	3.01%	8.63%	8.63%	11.22%	2.49%
<i>Small Cap Domestic Equity</i>																
State Street Small Cap Index Plus (2)	5,686,797	14.7%	15.0%	2.18%	2.16%	5,565,468	14.7%	15.0%	-3.08%	-3.10%	-0.97%	-1.00%	13.99%	13.75%	18.35%	7.79%
Russell Special Small Cap Index				2.16%	2.16%				-3.09%	-3.09%	-1.00%	-1.00%	13.93%	13.93%	18.54%	7.88%
TOTAL DOMESTIC EQUITY	19,231,875	49.8%	50.0%	2.33%	2.32%	18,793,064	49.6%	50.0%	-0.50%	-0.52%	1.82%	1.79%	10.26%	10.03%	13.21%	4.32%
Russell 3000				2.45%	2.45%				-0.09%	-0.09%	2.35%	2.35%	9.56%	9.56%	12.10%	3.27%
<i>International Equity</i>																
State Street International Alpha (3)	5,800,000	15.0%	15.0%	2.69%	2.67%	5,796,652	15.3%	15.0%	1.00%	0.98%	3.72%	3.68%	26.57%	26.31%	23.72%	9.78%
MSCI EAFE				2.75%	2.75%				0.99%	0.99%	3.77%	3.77%	26.67%	26.67%	23.98%	10.04%
<i>Domestic Fixed Income</i>																
State Street Bond Market Common Trust	13,601,332	35.2%	35.0%	1.52%	1.50%	13,248,065	35.0%	35.0%	1.44%	1.42%	2.98%	2.95%	-0.68%	-0.89%	1.98%	4.81%
Lehman Aggregate				1.53%	1.53%				1.35%	1.35%	2.90%	2.90%	-0.81%	-0.81%	2.05%	4.97%
<i>Cash</i>																
Northern Trust STIF	10,136	0.0%	0.0%	0.44%	0.44%	26,870	0.1%	0.0%	0.42%	0.42%	0.87%	0.87%	4.00%	4.00%	2.37%	2.26%
90 Day T-Bills				0.44%	0.44%				0.42%	0.42%	0.87%	0.87%	4.00%	4.00%	2.37%	2.25%
TOTAL PERS RETIREE HEALTH	38,643,343	100.0%	100.0%	2.10%	2.08%	37,864,651	100.0%	100.0%	0.39%	0.37%	2.50%	2.46%	8.70%	8.47%	10.77%	5.44%
POLICY TARGET BENCHMARK				2.11%	2.11%				0.37%	0.37%	2.49%	2.49%	8.63%	8.63%	10.94%	5.63%
PERS GROUP INSURANCE																
<i>Cash Equivalents</i>																
Bank of ND	1,997,230	100.0%	100.0%	0.45%	0.45%	1,957,800	100.0%	100.0%	0.45%	0.45%	0.90%	0.90%	4.50%	4.50%	2.71%	2.42%
90 Day T-Bill				0.44%	0.44%				0.42%	0.42%	0.87%	0.87%	4.00%	4.00%	2.37%	2.25%
VETERANS CEMETARY TRUST FUND																
<i>Cash Equivalents</i>																
Bank of ND	105,765	100.0%	100.0%	0.45%	0.45%	104,311	100.0%	100.0%	0.45%	0.45%	0.90%	0.90%	4.50%	4.50%	2.71%	2.42%
90 Day T-Bill				0.44%	0.44%				0.42%	0.42%	0.87%	0.87%	4.00%	4.00%	2.37%	2.25%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Prior to August 31, 2006, invested in S&P 500 Index Fund.

(2) Prior to August 31, 2006, invested in Russell Small Cap Completeness Fund.

(3) Prior to August 31, 2006, invested in EAFE Index Fund.